

Exhibit 1

(Space Above Reserved For Recording Information)

(Document Number w/ County)

NOTICE OF FUNDING RESTRICTIONS

City of Duluth, a municipal corporation and political subdivision under the laws of the State of Minnesota, is the fee owner of a certain piece or parcel of land located in St. Louis County, Minnesota, more particularly described in the Legal Description as shown in Exhibit A attached hereto and made part hereof (the "Property").

Notice is hereby given that **City of Duluth** acquired the Property with Outdoor Heritage Conservation Partners Legacy Grant Program funds (Minnesota Laws 2017, Chapter 91, Article 1, Section 2 Subd. 5(j)), pursuant to Grant Agreement #137529 (PO#3-127261) between the State of Minnesota, acting by and through its Commissioner of Natural Resources, and City of Duluth, dated 03/01/2018.

This interest in real property shall be administered in accordance with the terms, conditions, and purposes of the grant agreement controlling the acquisition of the property. The interest in real property, or any portion of the interest in real property, shall not be sold, transferred, pledged, or otherwise disposed of or further encumbered without obtaining the prior written approval of the Lessard-Sams Outdoor Heritage Council or its successor. The ownership of the interest in real property transfers to the state if: (1) the holder of the interest in real property fails to comply with the terms and conditions of the grant agreement or accomplishment plan; or (2) restrictions are placed on the land that preclude its use for the intended purpose as specified in the appropriation.

Reference is hereby made to Minnesota Statute 97A.056, Subd 15(c).

IN WITNESS WHEREOF, **City of Duluth** has set its hand and seal this _____ day of _____, 2018.

CITY OF DULUTH:

By: _____
Mayor

By: _____
City Clerk

State of Minnesota, County of St. Louis

The foregoing instrument was acknowledged before me this ____ day of _____, 2018, by Emily Larson and Chelsea Helmer, Mayor and City Clerk, respectively, of the City of Duluth, a municipal corporation and political subdivision organized and existing under the laws of the State of Minnesota.

Notary Public

This Instrument was drafted by:

Office of the City Attorney
City of Duluth
411 W. First Street, Room 410
Duluth, Minnesota 55802

Exhibit A

Lots One (1) through Ten (10), both inclusive, Block Four (4);

Lots One (1) through Six (6), both inclusive, Block Five (5);

All of Block Six (6);

Lots Thirteen (13) through Twenty-one (21), both inclusive, Block Seven (7);

Lots One (1) through Eight (8), both inclusive, Block Eight (8);

All of Block Nine (9);

together with all vacated streets and avenues appurtenant thereto, all in HARTLEY HILLS FOURTH ADDITION, St. Louis County, Minnesota.

EXCEPT all minerals.